RAILROAD COMMISSION OF TEXAS HEARINGS DIVISION

OIL & GAS DOCKET NO. 08-0308739

THE APPLICATION OF XTO ENERGY INC FOR AN EXCEPTION TO STATEWIDE RULE 32 FOR ELEVEN FLARE POINTS IN THE WALTON TANK BATTERY AREA, KEYSTONE (COLBY), KEYSTONE (SILURIAN), KEYSTONE (ELLENBURGER), KEYSTONE (SAN ANDRES) AND KEYSTONE, SW. (SAN ANDRES) FIELDS, WINKLER COUNTY, TEXAS

FINAL ORDER

The Commission finds that after statutory notice in the above-numbered docket heard on April 12, 2018, the technical examiner and administrative law judge ("Examiners") have made and filed a report and recommendation containing findings of fact and conclusions of law, for which service was not required; that the proposed application complies with all statutory requirements; and that this proceeding was duly submitted to the Railroad Commission of Texas at conference held in its offices in Austin, Texas.

The Commission, after review and due consideration of the Examiners' report and recommendation, the findings of fact and conclusions of law contained therein, hereby adopts as its own the findings of fact and conclusions of law contained therein and incorporates said findings of fact and conclusions of law as if fully set out and separately stated herein.

Therefore, it is **ORDERED** by the Railroad Commission of Texas that XTO Energy Inc. is hereby **GRANTED** authority to flare gas from eleven flare points in the Walton Tank Battery area, Keystone (Colby), Keystone (Silurian), Keystone (Ellenburger), Keystone (San Andres) and Keystone, SW. (San Andres) Fields, Winkler County, Texas. XTO Energy Inc. is authorized to flare up to 17,170 thousand cubic feet of gas per day according to the schedule on Attachment A. The operator shall file the Statewide Rule 32 Exception Data Sheet and, shall file at the same time, the appropriate Commission required administrative Statewide Rule 32 Exception gas flaring fee for the facility.

Pursuant to $\S 2001.144(a)(4)(A)$, of the Texas Government Code, and the agreement of the applicant, this Final Order is effective when a Master Order relating to this Final Order is signed.

Done this 22nd day of May 2018.

RAILROAD COMMISSION OF TEXAS

(Order approved and signatures affixed by Hearings Divisions' Unprotested Master Order dated May 22, 2018)

ATTACHMENT A LIST OF FLARE POINTS IN THE WALTON TANK BATTERY AREA WINKLER COUNTY, TEXAS

Flare Point No.	Flare Point Name	Permit No.	Field Name	Lease No. Gas ID	Max. Daily Flaring Volume (MCFD)	Effective Date	Expiration Date
1	JB Walton A Silurian	29724	Keystone (Silurian)	41047	100	4/12/2018	4/11/2020
2	JB Walton A Ellenburger	29571	Keystone (Ellenburger)	03380 235271 271913	400	4/12/2018	4/11/2020
3	JB Walton F	29727	Keystone (Colby)	19871	60	4/12/2018	4/11/2020
4	JB Walton Colby	29564	Keystone (Colby) Keystone (Silurian) Keystone, SW. (San Andres)	16084 03422 27284	60	4/12/2018	4/11/2020
5	Pure Walton 1E	29570	Keystone (Ellenburger)	272541 139703	200	4/12/2018	4/11/2020
6	JB Walton 5E	29725	Keystone (Ellenburger)	03375 271532 272556	1,400	4/12/2018	4/11/2020
7	Pure Walton 7E	29567	Keystone (Ellenburger)	03361 279343	600	4/12/2018	4/11/2020
8	JB Walton C	29723	Keystone (San Andres)	15164	100	4/12/2018	4/11/2020
9	JB Walton KCBS 1EL	30057	Keystone (Ellenburger)	03375 234144 243280 155378 234145 272543 142748 155836 142752	6,000	4/12/2018	4/11/2020
10	JB Walton 2EL	30056	Keystone (Ellenburger)	153731 235268	8,000	4/12/2018	4/11/2020
11	Pure Walton 6C TB	30058	Keystone (Colby)	03272	250	4/12/2018	4/11/2020

Total 17,170